Chone

21 June 1983

NOTE FOR: Charley Waterman

VC/NIC

FROM

David B. Low

NIO/AL

Charlie:

The only thought I could come up with beyond the three nonproliferation issues already identified:

Assumption: That the Third World must go through a period of

austerity in order to emerge with their economies

stronger.

Fact: Ability of many countries to do this is limited in

practical and political terms, with a number of shifts in political power likely to occur under the

strain. (M. Ernst - NIE)

<u>Issue</u>: What can U.S. do to accelerate the response

development in such countries and arrest the downward economic spiral? Greater political stability for moderates a side effect. (A

continuing pet issue of Casey's.)

David B. Low

Note: This may not be an intelligence question.